

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

APPLICATION OF KENTUCKY-AMERICAN WATER)	CASE NO.
COMPANY FOR A GENERAL ADJUSTMENT OF)	2008-00427
RATES SUPPORTED BY A FULLY FORECASTED)	
TEST YEAR)	

ORDER

Kentucky-American Water Company ("Kentucky-American") has applied for approval to adjust its rates for water service. Finding that further proceedings are necessary to investigate the reasonableness of the proposed rates, the Commission, by this Order, suspends the operation of the proposed rates for a period of six months and establishes a schedule for review of the proposed rates.

IT IS THEREFORE ORDERED that:

1. The proposed rates set forth in Kentucky-American's application are suspended up to and including June 1, 2009.
2. The procedural schedule set forth in the Appendix to this Order shall be followed.
3. All documents filed with the Commission shall comply with the provisions of the Commission's Order of October 30, 2008.
4. a. Responses to requests for information shall be appropriately indexed and shall include the name of the witness responsible for responding to the questions related to the information provided.

b. Each response shall be under oath or, for representatives of a public or private corporation, a partnership, an association or a governmental agency, be accompanied by a signed certification of the preparer or person supervising the preparation of the response on behalf of the entity that the response is true and accurate to the best of that person's knowledge, information, and belief formed after a reasonable inquiry.

c. A party shall make timely amendment to any prior response if it obtains information which indicates that the response was incorrect when made or, though correct when made, is now incorrect in any material respect.

d. For any request to which a party fails to furnish all or part of the requested information, the party shall provide a written explanation of the specific grounds for its failure to furnish the information.

e. The party responding to a request for information shall serve an electronic copy and a paper copy on the Commission.

5. When Kentucky-American is required in this proceeding to provide notice of an event or filing pursuant to statute or administrative regulation, it shall, when requesting publication, forward a duplicate of the notice and request to the Commission.

6. At any hearing in this matter, neither opening statements, summarization of direct testimony, or surrebuttal testimony shall be permitted.

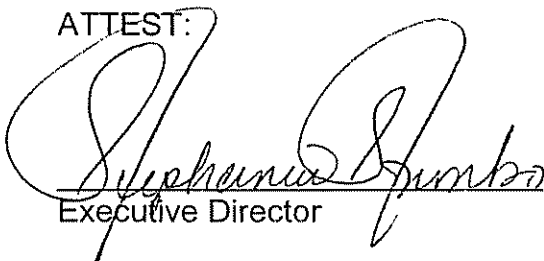
7. Motions for extensions of time with respect to the schedule herein shall be made in writing and will be granted only upon a showing of good cause.

8. Nothing contained herein shall prevent the Commission from entering further Orders in this matter.

Done at Frankfort, Kentucky, this 26th day of November, 2008.

By the Commission

ATTEST:


Executive Director

APPENDIX

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 2008-00427 DATED NOVEMBER 26, 2008

All requests for information to Kentucky-American shall
be served upon Kentucky-American no later than 12/19/2008

Kentucky-American shall file with the Commission and serve
upon all parties of record its responses to the requests
for information no later than 01/08/2009

All supplemental requests for information to Kentucky-American
shall be served upon Kentucky-American no later than 01/23/2009

Kentucky-American shall file with the Commission and serve
upon all parties of record its responses to supplemental requests
for information no later than 02/09/2009

Intervenor testimony, if any, shall be
filed with the Commission in verified prepared form no later than 02/23/2009

All requests for information to any Intervenor shall
be served upon that Intervenor no later than 03/09/2009

Intervenors shall file with the Commission and serve
upon all parties of record their responses to the requests
for information no later than 03/23/2009

Kentucky-American may file with the Commission the
testimony of its rebuttal witnesses in written verified form
no later than 04/01/2009

An informal conference will be held at the Commission's
offices in Frankfort, Kentucky for the purpose of
considering the possibility of settlement, the simplification
of issues, and any other matters that may aid in the handling or
disposition of this case, beginning at 10:00 a.m., Eastern Daylight
Savings Time, on 04/09/2009

Public Hearing for the purpose of cross-examination
of witnesses of Kentucky-American and Intervenors
beginning at 10:00 a.m., Eastern Daylight Savings Time, on 04/14/2009

Briefs, if any, shall be filed 05/14/2009